SLS 10RS-967 ORIGINAL

Regular Session, 2010

SENATE BILL NO. 592

BY SENATOR MICHOT

ALTERNATE ENERGY. Authorizes the development and production of hydrokinetic energy. (gov sig)

AN ACT 1 2 To amend and reenact R.S. 30:121 and to enact R.S. 30:124.1, relative to the development 3 of renewable energy sources; to authorize the Department of Natural Resources to grant servitudes on state lands for the development and production of energy from 4 5 hydrokinetics; to provide for legislative findings; to provide a process for granting servitudes on state lands for the development and production of energy from 7 hydrokinetics; to provide for the powers and duties of the secretary of natural 8 resources and of the State Mineral and Energy Board; to provide for the 9 promulgation of rules and regulations; and to provide for related matters. 10 Be it enacted by the Legislature of Louisiana: 11 Section 1. R.S. 30:121 is hereby amended and reenacted to read as follows: §121. State Mineral and Energy Board created; composition and powers 12 13 E. The legislature finds that the state, through the Department of 14 Natural Resources, should promote the generation and use of the renewable 15 energy derived from hydrokinetics in waterways throughout the state to ensure 16 the viability of the state's natural resources, to provide a continuing utility-scale 17

clean energy source for the citizens and businesses of Louisiana to support
economic development through job retention and creation in Louisiana, and to
promote a clean and lasting environment. The secretary of natural resources
shall promulgate rules and regulations pursuant to the Administrative
Procedures Act.

Section 2. R.S. 30:124.1 is hereby enacted to read as follows:

§124.1 Servitudes on state lands

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Nothwithstanding any other provision of law, the State Mineral and Energy Board, in accordance with the provisions of this Chapter and regulations promulgated by the secretary of natural resources pursuant to this Chapter, shall have the authority to grant servitudes for the development and production of hydrokinetic energy on any lands belonging to the state or lands to which title is held by the state, including water bottoms, vacant state lands, and lands adjudicated to the state at tax sale, except lands that form any portion of state highway rights-of-way. A servitude shall be granted only to the holder of a hydro power license or an exemption from a hydro power license covering the location of such servitude issued by the Federal Energy Regulatory Commission pursuant to the authority granted to the commission under the Federal Power Act, 16 USC 791a et seq. Any servitude granted under the provisions of this Chapter shall be subject to and conditioned upon receipt and continued maintenance of a hydro power license issued by the Federal Energy Regulatory Commission pursuant to the authority granted to such Commission under the Federal Power Act.

Section 3. This Act shall become effective upon the signature by the governor or, if not signed by the governor, upon expiration of the time for bills to become law without signature by the governor, as provided by Article III, Section 18 of the Constitution of Louisiana. If vetoed by the governor and subsequently approved by the legislature, this Act shall become effective on the day following such approval.

The original instrument and the following digest, which constitutes no part of the legislative instrument, were prepared by Michelle Broussard-Johnson.

DIGEST

<u>Proposed law</u> provides that the Department of Natural Resources (DNR) promotes the generation and usage of renewable energy derived from hydrokinetics.

<u>Proposed law</u> provides that the DNR secretary shall promulgate rules and regulations pursuant to the APA.

<u>Proposed law</u> provides that the State Mineral and Energy Board shall have authority to grant servitudes for development and production of hydrokinetic energy on any state land, to holders of hydro power licenses, or exemptions, issued by the Federal Energy Regulatory Commission.

Effective upon the signature of the governor or lapse of time for gubernatorial action.

(Amends R.S. 30:121; adds R.S. 30:124.1)